



CITY OF DURHAM | NORTH CAROLINA

Date: April 7, 2015

To: Thomas J. Bonfield, City Manager

Through: Keith Chadwell, Deputy City Manager

From: Kevin Dick, Director, Office of Economic and Workforce Development

Subject: Request to amend the Fiscal Year 2014-15 City of Durham Budget

Executive Summary

In June 2014, City Council approved Budget Ordinance #14486 for Fiscal Year 2013-14, appropriating revenues from the sale of the West Chapel Hill Street parking lot for the Kent Corner Streetscape Development Project. These funds, in conjunction with monies from the Neighborhood Revitalization Fund, were put forth to cover the construction costs of certain streetscape improvements to be made in the right-of-way of the “Kent Corner” development project and extending to adjacent areas beyond the project, east to Carroll Street along West Chapel Hill Street, and, extending south to Jackson Street along Kent Street. This agenda item amends Budget Ordinance #14650 for Fiscal Year 2014-15 to re-appropriate the proceeds from the sale of West Chapel Hill Street parking lot for the streetscape improvements.

Recommendation

The Office of Economic and Workforce Development recommends the City Council:

Adopt a budget ordinance amending the City of Durham Budget Ordinance as amended, Fiscal Year 2014-15, the same being Ordinance # 14650; for the purpose of making technical corrections, accounting for recognized revenues and appropriating corresponding expenses from the Neighborhood Revitalization Fund for the proposed agreement with Self Help Ventures Fund for Streetscape Enhancements along the right-of-way of the Kent Corner Project and extending to adjacent portions of West Chapel Hill and Kent Streets.

Background

On June 16, 2014 the City Council approved an agreement between the City of Durham and Self Help Ventures Fund (“Self-Help”), a private developer, for the construction of certain streetscape improvements to be made in the right-of-way of the “Kent Corner” development project and extending to adjacent areas beyond the project, east to Carroll Street along West Chapel Hill Street and extending south to Jackson Street along Kent Street in the amount of

\$220,000. The funding source for the public streetscape improvements is a combination of Neighborhood Revitalization funding and the revenue generated from the sale of the City-owned parking lot located on West Chapel Hill Street. This budget amendment recognizes those dollar amounts in the revised ordinance.

Issues and Analysis

When a budget ordinance requires amending, the revised budget ordinance requires City Council approval. This amendment appropriates revenue received last year when the parking lot located at West Chapel Hill Street was sold.

Alternatives

City Council could choose not to adopt the recommended budget amendment; the approved agreement between the City of Durham and Self Help cannot be paid with the current budget appropriation.

Financial Impact

This budget amendment will appropriate revenue generated from the sale of a City-owned parking lot located on West Chapel Hill Street to supplement FY15 Neighborhood Revitalization funds. The general fund impact will be a \$120,000.00 increase to expenses for end of year projections, for a total project cost of \$220,000.

SDBE Summary

Not applicable.

Attachment

- Budget Ordinance amending the City of Durham Budget Ordinance as amended, Fiscal Year 2014-15, the same being Ordinance # 14650